

App. F. IX-4

1950-51
(CB)

File No. 167-50

Serial Nos. 1

Previous References.

Later References.

GENERAL AND REVENUE SECRETARIAT

Serial Nos. One

Part B for Aug 1950

SUBJECT

on a - Controlling Financial Department

m 71728 / CB 167-50-1

J. 3. 8. 50

To

the Secretary to Govt.

the Assistant Secretaries to Govt.

Jan 25/9/51

Proposal to sanction an estimate for the
Construction of a P.W. Sub-Division Office
building at Saklespur.

x

x

x

x

12) The file has not passed through Finl. Department, which should have been done, in view of the financial implication, as per Council rules.

13) Submitted for orders, if the file may be sent to the administrative Secretariat for sending the file to the Finl. Sectt., or the circulation notes issued, without reference to the Financial Department.

14) Finl. Dept. has held that budget provision does not dispose of the necessity for consulting it at the time of sanctioning expenditure to be incurred against it.

15) Fin. concurrence is necessary in this case.

Chief Secy.) (Intd.) K.M.R.
20/6/50.

16) The procedure followed is not correct. But as two Ministers and the Chief Minister have already minuted, may this be sent to Minr., Finance now ?

Ch. Minr.) (Intd.) K.S.
20/6

17) For explanation of concerned officer or Officers.

(Intd.) H.C.D.
25/6/50.

18) The file may be sent to the administrative Sectt., with reference to para (17) overleaf, for taking further action.

Subta.

Secy., P.W.) (Intd.) K.M.R.
27/6/50.

20) Usually cases where there is no budget provision, and where the cost is proposed to be met by re-appropriation are referred to Financial Dept., for remarks. Other cases for which there is specific provision in the budget are not being referred to the Financial Dept., for their opinion. Also all cases where the cost is one lakh and

more

more are referred to Financial Dept., for opinion. If all the cases that go to the Council, have to be sent only after obtaining the Financial Opinion, whether there is provision or not, that procedure will be followed hereafter. Further cases of sanction to estimates costing upto Rs.25,000/- against specific provision for such individual works in the sanctioned budget are being disposed of without reference to the Finl. Dept., under the existing procedure. It is therefore necessary to obtain clarification as to the limit of cost upto which estimates for works containing specific provision in the budget can be disposed of without reference to the Fl.Dept.

(intd.) H.C.
5/7

Secy., P.W.)

21) Para 20 for perusal. This ~~xxxx~~ explains the procedure followed in these cases all these years.

22) The procedure that was being adopted has been adopted in this case. It is only in cases, when there is no budget provision and where the cost is proposed to be met by re-appropriation, Financial concurrence is obtained. Secondly, even though there is a budget provision, estimates costing a lakh or ~~more~~ above, financial concurrence will be obtained. In this case, the estimate is Rs.28,700/-; this is a budgetted work and there is appropriation. Hence the procedure followed all these years at least in this branch regarding sanction has been followed.

23) A in para 20 for perusal. Clear ruling may be given for future disposal.

Chief Secy., w/c.)

(Intd.) B.S.N.
7.7.50.

25) This file may perhaps be submitted to the Finl.Secy., for perusal and remarks.

7/7/50

Subtd.

Chief Secy.)

26. (Intd.) K.M.n.

27) Have any O.Ms been issued in accordance with F/D's opinion as at para 14 ?

(Intd.) K.S.
11/7.

219
P.W.

Proposal to sanction an estimate for the construction
of a P.W.D. Sub-Dr., office building at Sacclespur.

D.C. 145/50-51.

35) The main file was submitted to the Fin.
Secy. for remarks and the following are the
remarks recorded by him, in respect of the procedure,
on 28.7.1950, and the file has been returned to the P.W. Secy.
for further action. --

"It is a general rule followed everywhere
that provision in the Budget is no authority
for incurring expenditure. If the provision in
the Budget Estimate is itself an authority, then
there can be no sanction for an expenditure. The
expenditure is regulated according to rules,
i.e., with reference to the delegation of powers
in sanctioning estimates etc. In respect of
cases coming up to Govt. the Finance Depart-
ment has invariably to be consulted unless
the Council rules permit disposal of cases
independently of the financial opinion."

36) Resubmitted with a draft O.M.
for appl. or other orders, with ref. to Para (34).

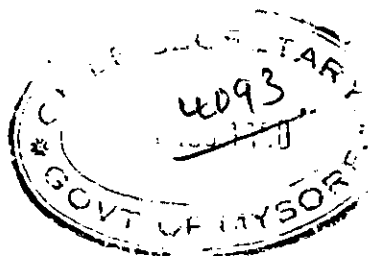
M
2.8.50.

D
2.6.50.

Chief Secy)

RM
2/8/50.

116
378
RM
27/8/50



Issued O.M. No. 7172-80/C.B. dated
5.8.1950. to all concerned.

This file will be filed in "B" series.
Subd. for approval

yes
RM
14/8/50.

M
14.8.50

D
14.8.50.

B
14/8/50.

28) Reference Para (27).

It is submitted that no instructions in the shape of an O.M. have been issued, either from the C.D. or from F.D., with regard to the procedure of consulting Finl. Dept., in cases where there is Budget provision. But the Finl. Dept. has recorded observations in similar cases of the Public Works Secretariat to the effect that the budget provision does not dispose of the necessity of consulting it, when the question of sanctioning an expenditure to be incurred arises. This is being followed in practice by all other Sectt. Departments, and seems to be a well-understood one.

Submtd. for perusal & orders.

29) The estimate is for Rs.28,700/- and the budget provision in the current year (as noted in the circulation note dated 15-6-50) is Rs.5,000/-. In the face of this, obviously inadequate provision and in the light of the ~~forxxxx~~ reference to financial stringency at para 2, ~~xxxxx~~ consultation with F/D seems to have been obligatory in any case.

30) If approved, the case may be put up to the Finl. Secy., for favour of remarks on the practice and procedure relied on by the P.W. Sectt. ~~for~~

31) (Intd.) K.M.R.
20/7/50.

Chief Secy.)

32) Yes. Meanwhile, an O.M. may issue urgently, recalling to the attention of all Secretaries, the existence of the practice.

(Intd.) K.S.
21/7

" Extract."

33) Submitted with a draft O.M. to Secretaries issuing instructions re: procedure of consulting Finl. Dept. in all cases of expenditure, irrespective of Provision in the Budget, for approval or other orders.

[Signature]
26.7.50

[Signature]
24.7.50

34) Please put up after the main file is received back from 7/8.

DRAFT.

No. 7172-80/167-80-1

Dated 3rd Aug. 1950.

OFFICIAL MEMORANDUM.

Subject:- Consulting Financial Department.

This para is the Financial Secretary's remarks on the file, copied in extenso.

It is a general rule followed everywhere that provision in the Budget is no authority for incurring expenditure. If the provision in the Budget Estimate is itself an authority, then there ^{need have} ~~can be~~ ^{no sanction for an expenditure} ~~no sanction~~ for an expenditure. The ~~ex~~ expenditure is regulated according to rules, i.e., with reference to the delegation of powers in sanctioning estimates, etc. In respect of cases coming up to Government, the Finance Department has invariably to be consulted unless the Council Rules permit disposal of cases independently of the Financial opinion.

2. It is observed that matters relating to sanction of estimates for construction of buildings, and other similar types of expenditure for which provision has been made in the Budget, are not referred to Financial Department, before the case is brought before Council for sanction. This procedure is ~~wrong~~ ^{obviously incorrect}.

3. Secretaries to Government are requested to see that the procedure mentioned in para (1) above is followed without deviation.

11/5
28/8
Chief Secretary to Government.

Kmr
28/50

To:

The Secretaries to Government.

Copies to Asst. Secretaries to Govt.
" to all Branches.

2.8.50

2.8.50

Government of Mysore.

General and Revenue Secretariat,

No. 7172-80/C.B.
167-50-1

Dated, Bangalore, 5th August 1950.

OFFICIAL MEMORANDUM.

Consulting Financial Department

It is a general rule followed everywhere that provision in the Budget is no authority for incurring expenditure. If the provision in the Budget Estimate is itself an authority, then there need have been no further provision for sanction by Government for an expenditure. The expenditure is regulated according to rules, i.e., with reference to the delegation of powers in sanctioning estimates, etc. In respect of cases coming up to Government, the *Finance Department has invariably to be consulted* unless the Council Rules permit disposal of cases independently of the Financial opinion.

2. It is observed that matters relating to sanction of estimates for construction of buildings, and other similar types of expenditure for which provision has been made in the Budget, are not referred to Financial Department, before the case is brought before Council for sanction. This procedure is obviously incorrect.

3. Secretaries to Government are requested to see that the procedure mentioned in para (1) above is followed without deviation.

K. SRINIVASAN,
Chief Secretary to Government.

To
The Secretaries to Government.
Copy to Assistant Secretaries to Government.
Copy to All Branches.

Government of Mysore.

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